

INTERNAL SERVICE FUNDS

City Insurance Fund - to account for the costs of insuring the City in the areas of general liability, auto liability, workers' compensation, police professional liability, employee relations and medical benefits. The City is primarily self-insured in these areas. Other funds are billed to cover actual costs of premiums and claims and to maintain an adequate balance in fund equity.

Central Services Fund - to account for the costs of providing goods and services, primarily communications, printing and central stores, to other departments. The other departments are billed at actual cost.

Vehicle Rental Fund - to account for the costs of operating a maintenance facility for City vehicles. Departments are billed to cover operating costs and to provide for future replacement of the vehicles. Funding for the initial purchase of vehicles is provided by the user departments.

CITY OF FORT LAUDERDALE, FLORIDA

COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2001

	<u>CITY INSURANCE</u>	<u>CENTRAL SERVICES</u>	<u>VEHICLE RENTAL</u>	<u>TOTAL</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 12,900,686	118,303	11,843,985	24,862,974
Receivables				
Accounts and Notes	0	10,525	2,824	13,349
Inventories	0	363,293	0	363,293
Restricted Assets				
Cash and Cash Equivalents	0	0	17,548	17,548
Fixed Assets (Net of Accumulated Depreciation)	55,841	2,473,948	15,888,346	18,418,135
Deposits	<u>145,037</u>	<u>0</u>	<u>0</u>	<u>145,037</u>
Total Assets	<u>\$ 13,101,564</u>	<u>2,966,069</u>	<u>27,752,703</u>	<u>43,820,336</u>
<u>LIABILITIES AND FUND EQUITY</u>				
<u>LIABILITIES</u>				
Vouchers Payable	\$ 233,641	135,939	1,038,075	1,407,655
Accrued Payroll	25,980	22,087	8,888	56,955
Estimated Insurance Claims Payable	17,997,124	0	0	17,997,124
Payable from Restricted Assets				
Accrued Interest	0	0	17,548	17,548
Accrued Compensated Absences and Longevity	126,839	72,231	32,256	231,326
Capital Lease Obligations	0	0	816,058	816,058
Long Term Bonds and Notes				
Bonds and Notes Payable	<u>0</u>	<u>0</u>	<u>4,260,000</u>	<u>4,260,000</u>
Total Liabilities	<u>18,383,584</u>	<u>230,257</u>	<u>6,172,825</u>	<u>24,786,666</u>
<u>FUND EQUITY</u>				
Contributions	802,315	7,066,906	9,787,058	17,656,279
Retained Earnings				
Unreserved	<u>(6,084,335)</u>	<u>(4,331,094)</u>	<u>11,792,820</u>	<u>1,377,391</u>
Total Fund Equity	<u>(5,282,020)</u>	<u>2,735,812</u>	<u>21,579,878</u>	<u>19,033,670</u>
Total Liabilities and Fund Equity	<u>\$ 13,101,564</u>	<u>2,966,069</u>	<u>27,752,703</u>	<u>43,820,336</u>

CITY OF FORT LAUDERDALE, FLORIDA

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	<u>CITY INSURANCE</u>	<u>CENTRAL SERVICES</u>	<u>VEHICLE RENTAL</u>	<u>TOTAL</u>
<u>OPERATING REVENUES</u>				
Charges for Services				
Premiums	\$ 20,777,980	0	0	20,777,980
Printing	0	407,433	0	407,433
Communications	0	1,226,036	0	1,226,036
Vehicle Rental	0	0	10,804,567	10,804,567
Total	<u>20,777,980</u>	<u>1,633,469</u>	<u>10,804,567</u>	<u>33,216,016</u>
Other				
Sales	0	704,868	0	704,868
Miscellaneous	160,017	43,024	405,974	609,015
Total	<u>160,017</u>	<u>747,892</u>	<u>405,974</u>	<u>1,313,883</u>
Total Operating Revenues	<u>20,937,997</u>	<u>2,381,361</u>	<u>11,210,541</u>	<u>34,529,899</u>
<u>OPERATING EXPENSES</u>				
Personal Services	1,040,798	742,180	293,164	2,076,142
Current Expenses	27,275,657	2,143,019	5,091,194	34,509,870
Depreciation	19,685	695,937	5,810,107	6,525,729
Total Operating Expenses	<u>28,336,140</u>	<u>3,581,136</u>	<u>11,194,465</u>	<u>43,111,741</u>
Operating Income (Loss)	<u>(7,398,143)</u>	<u>(1,199,775)</u>	<u>16,076</u>	<u>(8,581,842)</u>
<u>NON-OPERATING REVENUES</u>				
Revenues				
Interest on Pooled Investments	977,897	15,523	676,714	1,670,134
Gain (Loss) on Disposal of Fixed Assets	(549)	(26,765)	350,148	322,834
Total	<u>977,348</u>	<u>(11,242)</u>	<u>1,026,862</u>	<u>1,992,968</u>
Expenses				
Interest and Fiscal Charges	0	0	208,670	208,670
Total Non-Operating Revenues (Expenses)	<u>977,348</u>	<u>(11,242)</u>	<u>818,192</u>	<u>1,784,298</u>
Income (Loss) Before Operating Transfers	<u>(6,420,795)</u>	<u>(1,211,017)</u>	<u>834,268</u>	<u>(6,797,544)</u>
<u>OPERATING TRANSFERS IN (OUT)</u>				
Transfers In	265,447	0	0	265,447
Transfers Out	0	(111,205)	(484)	(111,689)
Total Operating Transfers In (Out)	<u>265,447</u>	<u>(111,205)</u>	<u>(484)</u>	<u>153,758</u>
<u>NET INCOME (LOSS)</u>				
Depreciation on Contributed Fixed Assets	(6,155,348)	(1,322,222)	833,784	(6,643,786)
Increase (Decrease) in Retained Earnings	<u>0</u>	<u>0</u>	<u>25,862</u>	<u>25,862</u>
Increase (Decrease) in Retained Earnings	<u>(6,155,348)</u>	<u>(1,322,222)</u>	<u>859,646</u>	<u>(6,617,924)</u>
<u>RETAINED EARNINGS - BEGINNING OF PERIOD</u>	<u>71,013</u>	<u>(3,008,872)</u>	<u>10,933,174</u>	<u>7,995,315</u>
<u>RETAINED EARNINGS - END OF PERIOD</u>	<u>\$ (6,084,335)</u>	<u>(4,331,094)</u>	<u>11,792,820</u>	<u>1,377,391</u>

COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

	CITY INSURANCE	CENTRAL SERVICES	VEHICLE RENTAL	TOTAL
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>				
Receipts from Other Funds	\$ 20,777,980	2,370,836	11,207,717	34,356,533
Other Operating Receipts	160,017	0	0	160,017
Payments to Suppliers	(24,342,800)	(1,895,901)	(4,655,874)	(30,894,575)
Payments for Services of Employees	(1,038,560)	(745,440)	(283,580)	(2,067,580)
Payments to Other Funds	(231,271)	(177,883)	(172,595)	(581,749)
Net Cash Provided (Used) by Operating Activities	(4,674,634)	(448,388)	6,095,668	972,646
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</u>				
Transfers from Other Funds	265,447	0	0	265,447
Transfers to Other Funds	0	(111,205)	(484)	(111,689)
Net Cash Provided (Used) by Non-Capital Financing Activities	265,447	(111,205)	(484)	153,758
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>				
Proceeds from Disposal of Fixed Assets	0	0	350,148	350,148
Capital Contributions	0	0	980,385	980,385
Acquisition and Construction of Fixed Assets	(2,882)	(36,335)	(4,911,070)	(4,950,287)
Retirement of Debt	0	0	196,058	196,058
Interest Paid on Debt	0	0	(207,673)	(207,673)
Net Cash Used by Capital and Related Financing Activities	(2,882)	(36,335)	(3,592,152)	(3,631,369)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Interest and Dividends on Investments	977,897	15,523	676,714	1,670,134
Net Cash Provided by Investing Activities	977,897	15,523	676,714	1,670,134
<u>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>				
	(3,434,172)	(580,405)	3,179,746	(834,831)
<u>CASH AND CASH EQUIVALENTS - BEGINNING OF PERIOD</u>				
	16,334,858	698,708	8,681,787	25,715,353
<u>CASH AND CASH EQUIVALENTS - END OF PERIOD</u>				
	\$ 12,900,686	118,303	11,861,533	24,880,522
<u>CLASSIFIED AS</u>				
Unrestricted Assets	\$ 12,900,686	118,303	11,843,985	24,862,974
Restricted	0	0	17,548	17,548
	\$ 12,900,686	118,303	11,861,533	24,880,522

Continued on next page

CITY OF FORT LAUDERDALE, FLORIDA

COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>CITY INSURANCE</u>	<u>CENTRAL SERVICES</u>	<u>VEHICLE RENTAL</u>	<u>TOTAL</u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS)</u> <u>TO NET CASH PROVIDED (USED) BY</u> <u>OPERATING ACTIVITIES</u>				
<u>OPERATING INCOME (LOSS)</u>	\$ <u>(7,398,143)</u>	<u>(1,199,775)</u>	<u>16,076</u>	<u>(8,581,842)</u>
<u>ADJUSTMENTS TO RECONCILE OPERATING</u> <u>INCOME (LOSS) TO NET CASH PROVIDED</u> <u>(USED) BY OPERATING ACTIVITIES</u>				
Depreciation	19,685	695,937	5,810,107	6,525,729
Changes in Assets and Liabilities				
Increase in Accounts Receivable	0	(10,525)	(2,824)	(13,349)
Decrease in Inventories	0	12,379	0	12,379
Increase (Decrease) in Vouchers Payable	(100,599)	56,856	262,725	218,982
Increase in Accrued Payroll	1,112	7	700	1,819
Increase in Estimated Insurance				
Claims Payable	2,802,185	0	0	2,802,185
Increase (Decrease) in Accrued Compensated				
Absences and Longevity	1,126	(3,267)	8,884	6,743
Total Adjustments	<u>2,723,509</u>	<u>751,387</u>	<u>6,079,592</u>	<u>9,554,488</u>
<u>NET CASH PROVIDED (USED) BY OPERATING</u> <u>ACTIVITIES</u>	\$ <u><u>(4,674,634)</u></u>	<u><u>(448,388)</u></u>	<u><u>6,095,668</u></u>	<u><u>972,646</u></u>

Continued from previous page

CITY OF FORT LAUDERDALE, FLORIDA

SCHEDULE OF REVENUES AND EXPENSES COMPARED TO BUDGET
CITY INSURANCE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES</u>			
Premiums	\$ 20,573,040	20,777,980	204,940
Interest	850,000	977,897	127,897
Other	42,200	159,468	117,268
Transfers from Other Funds			
General Fund	162,757	162,757	0
Sanitation Fund	17,196	17,196	0
Water and Sewer Fund	64,182	64,182	0
Parking System Fund	12,594	12,594	0
Airport Fund	1,695	1,695	0
Stormwater Fund	4,844	4,844	0
Central Services Fund	1,695	1,695	0
Vehicle Rental Fund	484	484	0
Total Revenues	<u>21,730,687</u>	<u>22,180,792</u>	<u>450,105</u>
<u>EXPENSES</u>			
Administrative Services			
Current Expenses	<u>115,852</u>	<u>101,140</u>	<u>14,712</u>
Finance			
Personal Services	623,074	591,829	31,245
Current Expenses	603,339	427,843	175,496
Capital Outlay	<u>33,700</u>	<u>9,071</u>	<u>24,629</u>
Total	<u>1,260,113</u>	<u>1,028,743</u>	<u>231,370</u>
Insurance			
Personal Services	486,755	448,969	37,786
Current Expenses	<u>20,740,013</u>	<u>27,240,669</u>	<u>(6,500,656)</u>
Total	<u>21,226,768</u>	<u>27,689,638</u>	<u>(6,462,870)</u>
Total Expenses	<u>22,602,733</u>	<u>28,819,521</u>	<u>(6,216,788)</u>
<u>EXCESS REVENUES UNDER EXPENSES</u>	<u>\$ (872,046)</u>	<u>(6,638,729)</u>	<u>(5,766,683)</u>

The above schedule reflects certain adjustments to actual revenues and expenses to present data on a basis comparable to adopted budget.

CITY OF FORT LAUDERDALE, FLORIDA

**SCHEDULE OF REVENUES AND EXPENSES COMPARED TO BUDGET
CENTRAL SERVICES FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES</u>			
Service Charges			
Printing	\$ 407,500	407,433	(67)
Communications	1,153,544	1,226,036	72,492
Interest	5,000	15,523	10,523
Other	69,039	16,259	(52,780)
Total Revenues	<u>1,635,083</u>	<u>1,665,251</u>	<u>30,168</u>
<u>EXPENSES</u>			
Personal Services	769,743	742,180	27,563
Current Expenses	1,393,688	1,451,906	(58,218)
Capital Outlay	83,510	44,004	39,506
Transfers to Other Funds			
Sunshine State Loans Fund	140,455	109,510	30,945
City Insurance Fund	1,695	1,695	0
Total Expenses	<u>2,389,091</u>	<u>2,349,295</u>	<u>39,796</u>
<u>EXCESS REVENUES OVER (UNDER) EXPENSES</u>	<u>\$ (754,008)</u>	<u>(684,044)</u>	<u>69,964</u>

**SCHEDULE OF REVENUES AND EXPENSES COMPARED TO BUDGET
VEHICLE RENTAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES</u>			
Vehicle Rental			
Operating	\$ 5,113,400	5,047,004	(66,396)
Replacement	5,312,820	5,757,563	444,743
Gain on Disposal of Fixed Assets	1,000,000	350,148	(649,852)
Interest	150,000	676,714	526,714
Other	339,273	405,974	66,701
Total Revenues	<u>11,915,493</u>	<u>12,237,403</u>	<u>321,910</u>
<u>EXPENSES</u>			
Personal Services	288,040	293,164	(5,124)
Current Expenses	5,084,714	5,092,479	(7,765)
Capital Outlay	7,924,994	7,220,239	704,755
Debt Service	817,299	905,266	(87,967)
Transfer to City Insurance Fund	484	484	0
Total Expenses	<u>14,115,531</u>	<u>13,511,632</u>	<u>603,899</u>
<u>EXCESS REVENUES OVER (UNDER) EXPENSES</u>	<u>\$ (2,200,038)</u>	<u>(1,274,229)</u>	<u>925,809</u>

The above schedules reflect certain adjustments to actual revenues and expenses to present data on a basis comparable to adopted budgets.